We claim:

1. A compound of formula 1:

wherein

A is selected from the group consisting of $-NR^8_2$, $NHSO_2R^3$, $-OR^5$, $-SR^5$, halogen, lower alkyl, $-CON(R^4)_2$, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR⁷₂;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2_2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, $-C(R^2)_2$ OC(O)NR 2 , $-NR^2$ -C(O)-R 3 , $-C(R^2)_2$ -OC (O)R 3 , $C(R^2)_2$ -O-C(O)OR 3 , $-C(R^2)_2$ OC(O)SR 3 , alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\bigvee_{W}^{V}$$

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂N₃, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C \equiv CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

 R^2 is selected from the group consisting of R^3 and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

 R^8 is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O) R^{10} , or together they form a bidendate alkyl;

R9 is selected from the group consisting of alkyl, aralkyl, and alicyclic;

R¹⁰ is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

 R^{11} is selected from the group consisting of alkyl, aryl, -OH, -NH₂ and -OR³; and pharmaceutically acceptable prodrugs and salts thereof.

- 2. The compounds of claim 1 with the proviso that R¹ is not lower alkyl of 1-4 carbon atoms.
- 3. The compounds of claim 1 wherein A is selected from the group consisting of -NR⁸₂, halogen, lower alkyl, lower perhaloalkyl, and lower alkoxy.
- 4. The compounds of claim 1 wherein E is -H, halogen, lower perhaloalkyl, -CN, lower alkyl, lower alkoxy, and lower alkylthio.
- 5. The compounds of claim 1 wherein X is selected from the group consisting of alkylamino, alkyl, alkynyl, alkoxyalkyl, alkylthio, aryl, 1,1-dihaloalkyl, carbonylalkyl, heteroaryl, alkylcarbonylamino, and alkylaminocarbonyl.
- 6. The compounds of claim 5 wherein X is alkyl substituted with 1 to 3 substituents selected from the group consisting of halogen, phosphonate, -CO₂H, -SO₃H, and -OH.
- 7. The compounds of claim 5 wherein X is selected from the group consisting of alkylaminocarbonyl, alkoxyalkyl, and heteroaryl.
- 8. The compounds of claim 7 wherein X is selected from the group consisting of methoxymethyl and optionally substituted furanyl.
- 9. The compounds of claim 1 wherein Y is selected from the group consisting of aralkyl, aryl, alicyclic, and alkyl.
- The compounds of claim 1 wherein each R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, optionally substituted phenyl, optionally substituted benzyl, optionally substituted alkylaryl, $-C(R^2)_2OC(O)R^3$, $C(R^2)_2-O-C(O)OR^3$, $-C(R^2)_2-OC(O)SR^3$, -alkyl-S-C(O)R³, alkyl-S-

S-alkylhydroxyl, and -alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are alkyl-S-S-alkyl to form a cyclic group, or R^1 and R^1 together are

$$\times$$
z

wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂NR₂, -CH₂NR₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

 R^3 is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl; and R^9 is selected from the group consisting of alkyl, aralkyl, and alicyclic.

- The compounds of claim 10 wherein each R^1 is independently selected from the group consisting of optionally substituted phenyl, optionally substituted benzyl, $C(R^2)_2OC(O)R^3$, $-C(R^2)_2OC(O)OR^3$, and -H.
 - 12. The compounds of claim 10 wherein R^1 is H.

- 13. The compounds of claim 10 wherein at least one R^1 is aryl, or $-C(R^2)_2$ -aryl.
- 14. The compounds of claim 10 wherein at least one R^1 is $-C(R^2)_2$ -OC(O) R^3 , $-C(R^2)_2$ -OC(O)OR 3 , $-C(R^2)_2$ -OC(O)SR 3 .
- 15. The compounds of claim 10 wherein at least one R^1 is alkyl-S-S-alkylhydroxyl, -alkyl-S-C(O) R^3 , and -alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are alkyl-S-S-alkyl to form a cyclic group.
 - 16. The compounds of claim 10 wherein together R¹ and R¹ are

$$\stackrel{\mathsf{V}}{\longrightarrow}_{\mathsf{W}}$$

to form a cyclic group; wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

 R^3 is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl; and R^9 is selected from the group consisting of alkyl, aralkyl, and alicyclic.

- 17. The compounds of claim 16 wherein V and W both form a 6-membered carbocyclic ring substituted with 0-4 groups, selected from the group consisting of hydroxy, acyloxy, alkoxycarbonyloxy, and alkoxy; and Z is R².
- 18. The compounds of claim 16 wherein V and W are hydrogen; and Z is selected from the group consisting of hydroxyalkyl, acyloxyalkyl, alkyloxyalkyl, and alkoxycarboxyalkyl.
- 19. The compounds of claim 16 wherein V and W are independently selected from the group consisting of hydrogen, optionally substituted aryl, and optionally substituted heteroaryl, with the proviso that at least one of V and W is optionally substituted aryl or optionally substituted heteroaryl.
- 20. The compounds of claim 1 wherein together R^1 and R^1 are optionally substituted lactones attached at the omega position.
- 21. The compounds of claim 10 wherein R¹ is alicyclic where the cyclic moiety contains carbonate or thiocarbonate.
- 22. The compounds of claim 21 wherein together R^1 and R^1 are optionally substituted 2-oxo-1,3-dioxolenes attached through a methylene to the phosphorus oxygen.
- 23. The compounds of claim 1 wherein A is selected from the group consisting of -NR⁸₂, and halogen;

E is selected from the group consisting of -H, halogen, -CN, lower alkyl, lower perhaloalkyl, lower alkoxy, and lower alkylthio;

X is selected from the group consisting of alkylamino, alkyl, alkoxyalkyl, alkynyl, alkylthio, aryl, heteroaryl, alkylcarbonylamino, 1,1-dihaloalkyl, carbonylalkyl, alkyl(OH), alkyl(sulfonate), and alkylaminocarbonyl; and

R⁴ and R⁷ are selected from the group consisting of -H, and lower alkyl.

24. The compounds of claim 23 wherein

Y is selected from the group consisting of aralkyl, aryl, alicyclic, and alkyl.

25. The compound of claim 24 wherein R¹ and R¹ together are

$$\overset{\mathsf{V}}{\underset{\mathsf{W}}{\longrightarrow}} z$$

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂NR₂, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl; and

R⁹ is selected from the group consisting of alkyl, aralkyl, and alicyclic.

26. The compounds of claim 23 wherein A is -NR⁸₂;

E is selected from the group consisting of -H, -Cl, and -SCH₃; and X is selected from the group consisting of optionally substituted furanyl and alkoxyalkyl.

27. The compounds of claim 26 wherein A is -NH₂; E is selected from the group consisting of -H, -Cl, and -SCH₃;

X is selected from the group consisting of 2,5-furanyl, and methoxymethyl; and Y is lower alkyl.

- 28. The compound of claim 27 wherein E is -H, X is 2,5-furanyl, and Y is neopentyl.
- 29. The compound of claim 28 wherein R¹ is -CH₂O-C(O)-C(CH₃)₃ or its HCl salt.
- 30. The compound of claim 27 wherein E is -SCH₃, X is 2,5-furanyl, and Y is isobutyl.
 - 31. The compound of claim 30 wherein R¹ is -CH₂O-C(O)-C(CH₃)₃ or its HCl salt.
- 32. The compound of claim 27 wherein E is -H, X is 2,5-furanyl, and Y is 1-(3-chloro-2,2-dimethyl)-propyl.
 - 33. The compound of claim 32 wherein R¹ is -CH₂O-C(O)-C(CH₃)₃ or its HCl salt.
- 34. A method of treating an animal for diabetes mellitus, comprising administering to said animal a therapeutically effective amount of a compound of formula (1):

$$\begin{array}{c|c}
A & O \\
N & N & N \\
N & OR^{1} \\
N & OR^{1}
\end{array}$$

wherein

A is selected from the group consisting of -NR⁸₂, NHSO₂R³, -OR⁵, -SR⁵, halogen, lower alkyl, -CON(R⁴)₂, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR 7_2 ;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, - $C(R^2)_2$ OC(O)NR 2 , $-NR^2$ -C(O)-R 3 , $-C(R^2)_2$ -OC (O)R 3 , $C(R^2)_2$ -O-C(O)OR 3 , $-C(R^2)_2$ OC(O)SR 3 , alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\underset{w}{\overset{V}{\longrightarrow}}_{z}$$

wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂N₃, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

 R^2 is selected from the group consisting of R^3 and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

 R^8 is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O) R^{10} , or together they form a bidendate alkyl;

R9 is selected from the group consisting of alkyl, aralkyl, and alicyclic;

 R^{10} is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

R¹¹ is selected from the group consisting of alkyl, aryl, -OH, -NH₂ and -OR³; and pharmaceutically acceptable prodrugs and salts thereof.

35. A method of lowering blood glucose levels in an animal in need thereof, comprising administering to said animal a pharmaceutically acceptable amount of a compound of formula (1):

$$\begin{array}{c|c}
A & O \\
N & N & O \\
N & N & O \\
N &$$

A is selected from the group consisting of $-NR^8_2$, $NHSO_2R^3$, $-OR^5$, $-SR^5$, halogen, lower alkyl, $-CON(R^4)_2$, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR⁷₂;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, - $C(R^2)_2$ OC(O)NR 2 , $-NR^2$ -C(O)-R 3 , $-C(R^2)_2$ -OC (O)R 3 , $C(R^2)_2$ -O-C(O)OR 3 , $-C(R^2)_2$ OC(O)SR 3 , alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\underset{w}{\overset{V}{\longrightarrow}}_{z}$$

wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂NR₂, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

 R^2 is selected from the group consisting of R^3 and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

 R^8 is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O) R^{10} , or together they form a bidendate alkyl;

R⁹ is selected from the group consisting of alkyl, aralkyl, and alicyclic;

R¹⁰ is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

 R^{11} is selected from the group consisting of alkyl, aryl, -OH, -NH $_2$ and -OR 3 ; and

pharmaceutically acceptable prodrugs and salts thereof.

36. A method of inhibiting FBPase at the AMP site in patients in need thereof, comprising administering to said patients an FBPase inhibitory amount of a compound of formula (1):

$$\begin{array}{c|c}
 & A & O \\
 & N & N & O \\
 & N & N & O \\
 & N & OR^{1} \\
 & OR^{1}
\end{array}$$

A is selected from the group consisting of -NR⁸₂, NHSO₂R³, -OR⁵, -SR⁵, halogen, lower alkyl, -CON(R⁴)₂, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR⁷₂;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2_2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, $-C(R^2)_2OC(O)NR^2_2$, $-NR^2-C(O)-R^3$, $-C(R^2)_2-OC(O)R^3$, $-C(R^2)_2-O-C(O)OR^3$, $-C(R^2)_2OC(O)SR^3$, alkyl-S-C(O)R³, alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\begin{array}{c} V \\ - Z \\ W \end{array}$$

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

 $Z is selected from the group consisting of -CH_2OH, -CH_2OCOR^3, -CH_2OC(O)SR^3, \\ -CH_2OCO_2R^3, -SR^3, -S(O)R^3, -CH_2N_3, -CH_2NR^2_2, -CH_2Ar, \\ -CH(Ar)OH, -CH(CH=CR^2R^2)OH, -CH(C\equiv CR^2)OH, and -R^2;$

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

 R^8 is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O) R^{10} , or together they form a bidendate alkyl;

 R^9 is selected from the group consisting of alkyl, aralkyl, and alicyclic;

 R^{10} is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

 R^{11} is selected from the group consisting of alkyl, aryl, -OH, -NH $_{\!2}$ and -OR $^{\!3}\!:$ and

pharmaceutically acceptable prodrugs and salts thereof.

37. A method of inhibiting gluconeogenesis in animal in need thereof, comprising administering to said animal an effective amount of a compound of formula (1):

wherein

A is selected from the group consisting of -NR⁸₂, NHSO₂R³, -OR⁵, -SR⁵, halogen, lower alkyl, -CON(R⁴)₂, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR $^{7}_{2}$;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2_2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, $-C(R^2)_2OC(O)NR^2_2$, $-NR^2-C(O)-R^3$, $-C(R^2)_2-OC(O)R^3$, $-C(R^2)_2-O-C(O)OR^3$, $-C(R^2)_2OC(O)SR^3$, alkyl-S-C(O)R³, alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\underset{\mathsf{W}}{\overset{\mathsf{V}}{\longrightarrow}} z$$

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and $-R^9$; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂N₃, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C \equiv CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

R⁸ is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O)R¹⁰, or together they form a bidendate alkyl;

R⁹ is selected from the group consisting of alkyl, aralkyl, and alicyclic;

R¹⁰ is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

R¹¹ is selected from the group consisting of alkyl, aryl, -OH, -NH₂ and -OR³; and pharmaceutically acceptable prodrugs and salts thereof.

- 38. A method of treating an animal for a disease derived from abnormally elevated insulin levels, comprising administering to said animal a therapeutically effective amount of a fructose-1,6-bisphosphatase inhibitor which binds to the AMP site of FBPase.
 - 39. The method of claim 38 wherein said inhibitor is compound of formula (1):

$$\begin{array}{c|c}
A & O \\
N & N & O \\
N & N & O \\
N &$$

wherein

A is selected from the group consisting of $-NR^8_2$, $NHSO_2R^3$, $-OR^5$, $-SR^5$, halogen, lower alkyl, $-CON(R^4)_2$, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR⁷₂;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2$, and $-OR^3$,

all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, $-C(R^2)_2$ -OC(O)NR 2_2 , $-NR^2$ -C(O)-R 3 , $-C(R^2)_2$ -OC (O)R 3 , $C(R^2)_2$ -O-C(O)OR 3 , $-C(R^2)_2$ OC(O)SR 3 , alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\underset{\mathsf{W}}{\overset{\mathsf{V}}{\longrightarrow}} z$$

wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

 R^2 is selected from the group consisting of R^3 and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

R⁸ is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O)R¹⁰, or together they form a bidendate alkyl;

R⁹ is selected from the group consisting of alkyl, aralkyl, and alicyclic;

R¹⁰ is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

 R^{11} is selected from the group consisting of alkyl, aryl, -OH, -NH₂ and -OR³; and pharmaceutically acceptable prodrugs and salts thereof.

- 40. The method of claim 39 wherein said disease is atherosclerosis.
- 41. A method of treating an animal with excess glycogen storage disease, comprising administering to said animal in need thereof a therapeutically effective amount of a fructose-1,6-bisphosphatase inhibitor which binds to the AMP site of FBPase.
 - 42. The method of claim 41 wherein said inhibitor is a compound of formula (1):

wherein

A is selected from the group consisting of -NR⁸₂, NHSO₂R³, -OR⁵, -SR⁵, halogen, lower alkyl, -CON(R⁴)₂, guanidine, amidine, -H, and perhaloalkyl;

E is selected from the group consisting of -H, halogen, lower alkylthio, lower perhaloalkyl, lower alkyl, lower alkenyl, lower alkynyl, lower alkoxy, -CN, and -NR $^{7}_{2}$;

X is selected from the group consisting of alkylamino, alkyl, alkenyl, alkynyl, alkyl(carboxyl), alkyl(hydroxy), alkyl(phosphonate), alkyl(sulfonate), aryl, alkylaminoalkyl, alkoxyalkyl, alkylthioalkyl, alkylthio, alicyclic, 1,1-dihaloalkyl, carbonylalkyl, aminocarbonylamino, alkylaminocarbonyl, alkylcarbonylamino, aralkyl, and alkylaryl, all optionally substituted; or together with Y forms a cyclic group including cyclic alkyl, heterocyclic, and aryl;

Y is selected from the group consisting of -H, alkyl, alkenyl, alkynyl, aryl, alicyclic, aralkyl, aryloxyalkyl, alkoxyalkyl, $-C(O)R^3$, $-S(O)_2R^3$, $-C(O)-OR^3$, $-CONHR^3$, $-NR^2$, and $-OR^3$, all except H are optionally substituted; or together with X forms a cyclic group including aryl, cyclic alkyl, and heterocyclic;

 R^1 is independently selected from the group consisting of -H, alkyl, aryl, alicyclic where the cyclic moiety contains a carbonate or thiocarbonate, $-C(R^2)_2$ -aryl, alkylaryl, $-C(R^2)_2OC(O)NR^2_2$, $-NR^2-C(O)-R^3$, $-C(R^2)_2-OC(O)R^3$, $C(R^2)_2-O-C(O)OR^3$, $-C(R^2)_2OC(O)SR^3$, alkyl-S-S-alkylhydroxy, and alkyl-S-S-alkylhydroxy, or together R^1 and R^1 are -alkyl-S-S-alkyl to form a cyclic group, or together R^1 and R^1 are

$$\times$$
 z

wherein

V and W are independently selected from the group consisting of hydrogen, aryl, substituted aryl, heteroaryl, substituted heteroaryl, 1-alkenyl, 1-alkynyl, and -R⁹; or

together V and Z are connected to form a cyclic group containing 3-5 atoms, optionally 1 heteroatom, substituted with hydroxy, acyloxy, alkoxycarboxy, or aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus; or

together V and W are connected to form a cyclic group containing 3 carbon atoms substituted with hydroxy, acyloxy, alkoxycarboxy, alkylthiocarboxy, hydroxymethyl, and aryloxycarboxy attached to a carbon atom that is three atoms from an oxygen attached to the phosphorus;

Z is selected from the group consisting of -CH₂OH, -CH₂OCOR³, -CH₂OC(O)SR³, -CH₂OCO₂R³, -SR³, -S(O)R³, -CH₂N₃, -CH₂NR²₂, -CH₂Ar, -CH(Ar)OH, -CH(CH=CR²R²)OH, -CH(C=CR²)OH, and -R²;

with the provisos that:

- a) V, Z, W are not all -H; and
- b) when Z is $-R^2$, then at least one of V and W is not -H or $-R^9$;

R² is selected from the group consisting of R³ and -H;

R³ is selected from the group consisting of alkyl, aryl, alicyclic, and aralkyl;

R⁴ is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, and lower aryl;

R⁵ is selected from the group consisting of lower alkyl, lower aryl, lower aralkyl, and lower alicyclic;

R⁶ is independently selected from the group consisting of -H, and lower alkyl;

 R^7 is independently selected from the group consisting of -H, lower alkyl, lower alicyclic, lower aralkyl, lower aryl, and -C(O) R^{10} ;

 R^8 is independently selected from the group consisting of -H, lower alkyl, lower aralkyl, lower aryl, lower alicyclic, -C(O) R^{10} , or together they form a bidendate alkyl;

R⁹ is selected from the group consisting of alkyl, aralkyl, and alicyclic;

R¹⁰ is selected from the group consisting of -H, lower alkyl, -NH₂, lower aryl, and lower perhaloalkyl;

 $\ensuremath{R^{11}}$ is selected from the group consisting of alkyl, aryl, -OH, -NH $_2$ and -OR $^3;$ and

pharmaceutically acceptable prodrugs and salts thereof.

43. The method of claims 34, 35, 36, 37, 38, 39, 40, 41, or 42 wherein said compound is administered orally.